Technology Investment Loan Fund -- No. 319485

General Government Category Agency Planning Area Countywide None

Management and Budget

Date Last Modified Previous PDF Page Number Required Adequate Public Facility

May 14, 2002 9-47 (01 App) NO

EXPENDITURE SCHEDULE (\$000)

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Cost Element	Total	Thru FY01	Estimate FY02	Total 6 Years	FY03	FY04	FY05	FY06	FY07	FY08	Beyond 6 Years
Planning, Design											
and Supervision											
Land											
Site Improvements and Utilities											
Construction											
Other	4,932	0	1,932	3,000	500	500	500	500	500	500	0
Total	4,932	0	1,932	3,000	500	500	500	500	500	500	*
				FUNDIN	G SCHED	ULE (\$000)				
Revolving Fund -											
Current Revenue	4,932	0	1,932	3,000	500	500	500	500	500	500	0
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ANNUAL OPERATING BUDGET IMPACT (\$000)

DESCRIPTION

Relocation Impact

This project establishes an inter-agency loan fund to support, in whole or in part, Technology Investment Fund (TIF) projects. The purpose of this fund is to encourage technologically innovative capital projects that will improve the productivity of County agencies. Projects approved for funding will use innovative technologies to achieve cost reductions, cost avoidance, or service improvements. The loan fund allows agencies to acquire capital for such investments to be repaid to the loan fund from savings achieved according to specified repayment schedules. The County Executive appoints, and the County Council approves, the Technology Investment Fund Loan/Grant Committee composed of representatives of each of the agencies and an independent representative not affiliated with any of the tax supported agencies or potential technology service providers. This committee reviews applications from departments and agencies, according to policy guidelines and criteria established by the County Executive and the County Council. A share of loan fund money is reserved for access by small organizational units and for projects accompanied by department matching resources or outside funding. Each agency may decide which applications to submit to the TIF Loan/Grant Committee, including previously submitted applications or new applications. The TIF Loan/Grant Committee reviews applications with appropriate technical advice from the Department of Information Systems and Telecommunications (DIST) and other relevant experts. Each agency has an equal vote in committee decisions. The TIF Loan/Grant Committee makes recommendations for awards to specific projects to the County Executive for final decision. Approved projects are assigned an individual PDF funded from current revenues which include the amount of the loan fund used for that particular project and a schedule for repayment. Management of the loan fund is subject to regular evaluation and oversight by the County Executive and County Council. As cost reductions are achieved and funds repaid to the loan fund, additional money will become available for possible new loan fund projects. Council may replenish the fund's capital by appropriation if

JUSTIFICATION

The purposes of the loan fund are to encourage technological innovation by providing funds outside the normal budget process; to provide managers with extra incentives to consider potential cost-saving innovations by allowing them to retain savings after repayment of the initial investment; and to provide greater accountability for achievement of promised cost reductions and service improvements through ongoing monitoring and evaluation of project results. A single loan fund, including all the tax supported agencies, can encourage increased cooperation among the agencies, provide for healthy competition in gaining approval of innovative projects, assure greater technical consistency, and avoid duplication in experimental proposals.

STATUS

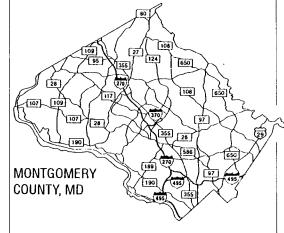
Completed TIF Loan Fund projects total \$1,568,000, leaving \$432,000 for future projects. Unencumbered appropriaiton of \$432,000 transferred to the Maryland-National Capital Park and Planning Commission Work Order Management/Planned Lifecycle Asset Replacement TIF project.

This project consolidates appropriation authority for TIF Loan Fund projects. This fund supports individual projects with a total cost of less than \$250,000 each. The expenditures are estimated and not related to specific project applications at this time. No additional appropriation is recommended at this time. When demand for additional funds for loan projects with a total cost of \$250,000 or less exceeds the available appropriation, supplemental appropriation for this project may be requested. Each project is described on its respective project description form. This project is implemented in accordance with Council Resolution No. 13-944, the Technology Investment Fund Policy Resolution, which supercedes Council Resolution No. 12-1713, the Technology Innovation Fund Policy Resolution.

MAP

APPROPRIATION AN	ID		COORDINATION
XPENDITURE DATA	4		County Council Resolution No. 12-1712
Date First Appropriation	FY94	(\$000)	County Council Resolution No. 12-1713
Initial Cost Estimate	-	2,000	County Council Resolution No. 12-1766
First Cost Estimate			County Council Resolution No. 13-588
Current Scope	FY03	4,932	County Council Resolution No. 13-994
Last FY's Cost Estimate		3,932	TIF Loan/Grant Committee
Present Cost Estimate		4,932	Office of Management and Budget
			Office of the County Executive
Appropriation Request	FY03	0	Department of Finance
Appropriation Request Est.	FY04	0	Department of Information Systems and
Supplemental			Telecommunications
Appropriation Request	FY02	0	Montgomery County Public Schools
Transfer		-432	l land agentary accounts
Cumulative Appropriation		432	
Expenditures/			
Encumbrances		0	
Unencumbered Balance		432	
Partial Closeout Thru	FY00	0	
New Partial Closeout	FY01	0	
Total Partial Closeout		0	

olution No. 12-1713 olution No. 12-1766 olution No. 13-588 olution No. 13-994 mittee nt and Budget Executive ce nation Systems and



Expenditures will continue indefinitely.